

PROPOSITION 65 UPDATE

2210 South Azusa Avenue West Covina, California 91792 (626) 965-0911 Fax (626) 965-9569

December 21, 2004

Dear Resident:

Proposition 65 refers to a California ballot measure which was passed into law as the Safe Drinking Water and Toxic Enforcement Act of 1986 (California Health and Safety Code § 25249.5 et seq). With regard to a list of chemicals named by the Governor, businesses must provide a warning if there is an estimated risk of cancer exceeding one additional case in 100,000 lives due to a lifetime of continuous exposure to the chemical. The calculation uses very conservative assumptions which tend to overstate risks. For example, it is conservatively assumed that people never leave the immediate vicinity of their homes and are continuously exposed to the chemical for 24 hours per day over a 70-year lifetime. In contrast, most people really do leave their homes for large portions of the day for reasons such as school, work, church, shopping, social events, etc. BKK Corporation is providing this notice in compliance with the law:

WARNING

BKK Corporation's landfill at 2210 South Azusa Avenue in West Covina, California emits vinyl chloride which is a chemical known to the State of California to cause cancer. This notice is provided to you because you live within the approximate area in which persons are exposed to vinyl chloride in the air at a level requiring a warning under Proposition 65.

On the other side of this notice is a drawing which shows the three homes which are located in the affected area. Based on a 12-month rolling average of air sampling data (taken about every other week for the past year) and a conservative estimate of how the line fits among those data points, the three homes located inside the line were exposed to vinyl chloride in ambient air at a level which requires a warning. For vinyl chloride, that level is 0.05 parts per billion by volume.

BKK continues working to reduce vinyl chloride emissions to a level of No Significant Risk. Recent tests show several individual concentrations below 0.05 ppbV with some of them down at undetectable levels. The company will continue to measure progress by collecting ambient air samples regularly at locations in the neighborhood. BKK will modify and re-issue this warning in approximately three months, if necessary.

BKK is committed to the improvement of air quality in the area surrounding the company's landfill site in West Covina. The company's highest priority is the safety and well being of employees and neighbors. If you have any questions about this notice, please call me at (626) 965-0911 x361.

Sincerely,

BKK CORPORATION

By: BAS Construction and Remediation, agent for BKK Corporation

By: Christopher W. Hansen, P.E., Vice President

BAS Construction and Remediation, LP

Notice sent to:

Residents of 2601, 2605 and 2609 Myra Court

Steve Samaniego - City of West Covina, West Covina CA